

STATE OF NEW MEXICO

DRUG FREE

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

September 24, 1992

Sirgo Operating, Inc. PO Box 3531 Midland, TX 79702

RE: NW Cha Cha Unit #68, G-35-29N-14W

NW Cha Cha Unit #7, M-17-29N-14W

To Whom It May Concern:

Mechanical integrity tests conducted on the referenced injection wells on September 21, 1992 indicated casing failures or tubing/packer leaks.

In order to comply with Rule 703, Prevent Waste & Protect Fresh Water, you are hereby directed to discontinue injection into these wells immediately and are directed to initiate remedial activity within 90 days.

If you have any questions, please contact this office.

Sincerely,

Dianna K. Fairhurst

Deputy Oil & Gas Inspector

Brown K. Jackwest

XC: Well File

UIC File DKF File

David Catanach-UIC Director

George Robin-EPA